Message Text

UNCLASSIFIED

PAGE 01 JOHANN 00892 281917Z

46/43

ACTION AF-18

INFO OCT-01 ISO-00 CIAE-00 COME-00 EB-11 INR-11 LAB-06

NSAE-00 RSC-01 SIL-01 DOTE-00 TRSE-00 PA-04 PRS-01

USIA-15 DRC-01 /070 W

----- 086346

R 281405Z AUG 74

FM AMCONSUL JOHANNESBURG

TO SECSTATE WASHDC 3461

INFO AMCONSUL DURBAN

AMCONSUL CAPE TOWN

AMEMBASSY PRETORIA

UNCLAS JOHANNESBURG 0892

E.O. 11652: N/A

TAGS: ELAB, SF

SUBJ: SOUTH AFRICAN CONFEDERATION OF LABOUR (CONFED) THREATENS RENEWED DEMANDS FOR WAGE INCREAESUNLESS PRICE INCREASES BROUGHT UNDER CONTROL

REF: JOHANNESBURG 0618

CAPE TOWN ALSO FOR EMBASSY

1. EXECUTIVE COMMITTEE OF 200,000 MEMBER GENERALLY PRO-GOVERMENT CONFEN ISSUED ANGRY STATEMENT FOLLOWING MEETING AUGUST 27 WHICH STOPPED JUST SHORT OF CONSTITUTING EXPLICIT VOTE OF NO CONFIDENCE IN SAG'S ECONOMIC POLICIES. STATEMENT, TEXT OF WHICH FOLLOWS, THREATENS NEW ROUND OF DEMANDS FOR WAGE INCREASES EARLY IN 1975 UNLESS STEPS TAKEN TO REDUCE DOUBLE DIGIT RATE OF INFLATION.

QTE THE EXECUTIVE COMMITTEE OF THE CONFEDERATION AT ITS QUARTERLY MEETING YESTERDAY NOTED WITH CONCERN THAT THE CONSUMER PRICE INCREASE HAS ONCE AGAIN RISEN TO 139.2 FOR JULY AS OPPOSED TO 137.2 FOR JUNE AND HAS INCREASED BY 9.9 POINTS SINCE THE BEGINNING OF THE YEAR, AND THE END IS NOT IN SIGHT.

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 JOHANN 00892 281917Z

QTE IN THE LIGHT OF THIS THE CONFEDERAION REMAINS CONCERNED OVER

THE OBVIOUSLY HEALTHY SITUATION WHEREIN COMPANY PROFITS FIND THEMSELVES AS ONE REPEATEDLY READS IN THE BUSINESS PAGES OF THE NEWSPAPERS.

QT IT WOULD THEREFORE APPEAR THAT ONLY THE CONSUMER IS REQUIRED TO CUT HIS SUIT TO HIS CLOTH BUT THAT PROFIT MARGINS OF COMPANIES CAN EXCALATE DESPITE INFLATION.

QTE EQUALLY UPSETTING IS THE RECENT INCREASE IN THE PRICE OF BUTTER WITH THE EXCUSE THAT IT WILL ENCOURAGE INCREASED PRODUCTION.

QTE THE CONFEDERATION REJECTS THIS SUBMISSION WITH CONTEMPT AND GIVES ITS COMPLETE SUPPORT TO THE HOUSEWIVES WHO ARE BOYCOTTING BUTTER.

QTE THEN THERE IS THE QUESTION OF THE INCREASED RAILWAY TARIFFS WHICH PRESUMABLY WILL BE ANNOUNCED SHORTLY.

QTE THE CONFEDERATION DOES NOT BEGRUDGE THE RAILWAYMEN THEIR RECENT WAGE IMPROVEMENTS BUT PREDICTS THAT THE INCREASED TARIFFS WILL ONCE AGAIN SET IN TRAIN A WHOLE SERIES OF UNJUSTIFIED PRICE INCREASES IN CONSUMER GOODS.

QTE FOR EXAMPLE, IF IT COST HALF A CENT EXTRA TO TRANSPORT A TIN OF FISH, THE RETAIL PRICE WILL GO UP BY 5 CENTS, OR IF IT COST 15 CENTS TO TRANSPORT A PAIR OF SHOES THE PRICE WILL GO UP 50 CENTS-- ALWAYS WITH THE EXCUSE THAT RAIL TARIFFS HAVE BEEN INCREASED.

QTE THE CONFEDERATION IS SICK AND TIRED OF THIS CYNICAL EXPLOITATION OF THE WORKERS AND WISHES TO SERVE NOTICE THAT IF THIS SORT OF THING OCCURS AGAIN AS A RESULT OF THE TARIFF INCREASES THEN THE TRADE UNIONS WILL BE BACK EARLY IN THE NEW YRAR FOR FURTHER WAGE ADJUSTMENTS ON THE BASIS OF THE INCREASED COST OF LIVING UNQTE.

2. COMMENT: CONFED LEADERS ARE OBVIOUSLY STILL SMARTING OVER THEIR FAILURE TO OBTAIN HIGHER PERCENTAGE INCREASES FOR THEIR MEMBERS IN NEGOTIATIONS WITH SAG HELD EARLIER THIS YEAR (REFTEL). GUTHRIE UNCLASSIFIED

UNCLASSIFIED

PAGE 03 JOHANN 00892 281917Z

UNCLASSIFIED

NNN

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: CONSUMER PROTECTION, ECONOMIC CONDITIONS, LABOR UNIONS, LABOR OBJECTIVES, COST OF LIVING WAGE

ADJUSTMENT Control Number: n/a Copy: SINGLE

Draft Date: 28 AUG 1974 Decaption Date: 01 JAN 1960 Decaption Note:

Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a Disposition Case Number: n/a Disposition Comment: Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Decument Number: 1974 IOHA

Document Number: 1974JOHANN00892 Document Source: CORE

Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: N/A Errors: N/A

Film Number: D740238-0573 From: JOHANNESBURG Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1974/newtext/t19740812/aaaaajto.tel

Line Count: 107 Locator: TEXT ON-LINE, ON MICROFILM

Office: ACTION AF

Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 2

Previous Channel Indicators: Previous Classification: n/a Previous Handling Restrictions: n/a Reference: JOHANNESBURG 0618 Review Action: RELEASED, APPROVED

Review Authority: martinjw Review Comment: n/a Review Content Flags: Review Date: 17 JUN 2002 **Review Event:** Review Exemptions: n/a

Review History: RELEASED <17 JUN 2002 by reddocgw>; APPROVED <28 JAN 2003 by martinjw>

Review Markings:

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Review Media Identifier: Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: SOUTH AFRICAN CONFEDERATION OF LABOUR (CONFED) THREATENS RENEWED DEMANDS FOR WAGE INCREAESUNLESS

PRICE INCREASES TAGS: ELAB, SF To: STATE Type: TE

Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005